

Retirement
SECRET
(Personnel)

Chief of Mission

16 October 1947

25X1A

**Administrative
Retirement**

25X1A

1. Reference is made to cable [redacted] dated 6 October 1947 in which certain questions were raised concerning retirement benefits afforded employees:

(a) The deduction from the employee's salary is 5%, and this amount is not matched by the Government.

(b) Credit for past service is authorized for those who had prior service on Special Funds' rolls or military service. Although deposit is required to cover the period of such service, failure to make such deposit will not deprive the employee of credit for the service rendered, but the annuity of such employee will be reduced by the amount such deposit would purchase if made, unless the employee shall elect to eliminate entirely consideration of such service.

(c) Amounts deducted from salary may be paid to the employee upon complete separation from the Government or transfer to a position not within the purview of the Retirement Act prior to elapse of ten years total creditable service, which includes military service and/or time on Special Funds.

(d) Where the separation of the employee is involuntary and not for cause, total deductions for retirement, plus interest, are returnable to the employee. However, upon voluntary resignation, removal for cause, and in other instances, the employee will receive his deductions, plus interest, less tentative of \$1.00 per month.

SECRET